

The Heart of a Healthy Community

400 NORTH PEPPER AVENUE COLTON CALIFORNIA 92324-1819

www.arrowheadmedcenter.org 909.580,1000

Chief Executive Officer

PATRICK PETRE

July 1, 2013

Arrowhead Regional Medical Center 400 N. Pepper Avenue Colton, CA 92324

OSHPD Facility No. 106364231

Chief Operating Officer MAUREEN M. MALONE

Interim Medical Director EMILI EBERT, MD

METHODOLOGY

The pricing methodology used by Arrowhead Regional Medical Center (ARMC) is set according to each service unit or revenue center, with consideration to the following factors: acquisition cost, uniform mark-ups on a relationship to the cost of the item or service, comparable market values and involvement of each department manager. The fees are the amounts that have been determined to be the fair and equitable cost of the service.

The estimated percent change in gross revenue due to price changes approved by the San Bernardino County Board of Supervisors is 0%. There were some price adjustments made in a number of departments and the net effective on gross revenues was -6.27%

Sincerely

Frank Arambula

Chief Financial Officer

Arrowhead Regional Medical Center